ORIGINAL



1 2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

COMMISSIONERS

2011 MAY -9 P 2: 18

BEFORE THE ARIZONA CORPORATION COMMISSION Commission DOCKETED

MAY 9 2011

GARY PIERCE - Chairman **BOB STUMP**

SANDRA D. KENNEDY PAUL NEWMAN **BRENDA BURNS**

BÜCKET CONTROL

DOCKETED BY

In the matter of:

JERRY MARTIN TOLLE, SR. and JANE DOE TOLLE, husband and wife,

CASHFLOW INVESTMENT PROPERTIES, LLC. an Arizona limited liability company, and

JASON MENDOZA (CRD# 5528287) and JANE DOE MENDOZA, husband and wife,

Respondents.

THIRD (Vacates Status Conference)

DOCKET NO. S-20784A-11-0061

BY THE COMMISSION:

On February 2, 2011, the Securities Division ("Division") of the Arizona Corporation Commission ("Commission") filed a Temporary Order to Cease and Desist ("T.O.") and a Notice of Opportunity for Hearing ("Notice") against Jerry Martin Tolle, Sr. and Jane Doe Tolle, husband and wife, Cashflow Investment Properties, LLC ("CIP"), an Arizona limited liability company, and Jason Mendoza and Jane Doe Mendoza, husband and wife, (collectively "Respondents"), in which the Division alleged multiple violations of the Arizona Securities Act ("Act") in connection with the offer and sale of securities in the form of investment contracts. Respondent spouses, Jane Doe Tolle and Jane Doe Mendoza, were joined in the action for the purposes of determining the liability of their respective marital communities.

The Respondents were duly served with a copy of the Notice.

On February 16, 2011, Respondent, Jason Mendoza, filed a request for hearing in this matter.

On February 24, 2011, by Procedural Order, a pre-hearing conference was scheduled on March 21, 2011

On March 21, 2011, at the pre-hearing conference, the Division appeared with counsel. Respondent Jason Mendoza appeared on his own behalf. Respondent Jerry Tolle also appeared on

26

27 28

his own behalf. The parties indicated they will be discussing the issues involved in the proceeding, and the Division requested that a status conference be scheduled in approximately 45 days. Subsequently, Respondent Jerry Tolle filed requests for hearing on behalf of himself and CIP.

On April 4, 2011, by Procedural Order, a status conference was scheduled on May 9, 2011.

On May 6, 2011, the Division filed a Motion to Vacate the status conference scheduled on May 9, 2011, because a settlement had been reached with the Respondents and a Consent Order will be submitted to the Commission for its approval at Open Meeting on June 16, 2011.

Accordingly, the status conference should be vacated.

IT IS THEREFORE ORDERED the status conference scheduled on May 9, 2011 is hereby vacated.

IT IS FURTHER ORDERED that the Ex Parte Rule (A.A.C. R14-3-113-Unauthorized Communications) is in effect and shall remain in effect until the Commission's Decision in this matter is final and non-appealable.

IT IS FURTHER ORDERED that all parties must comply with Rules 31 and 38 of the Rules of the Arizona Supreme Court and A.R.S. § 40-243 with respect to the practice of law and admission *pro hac vice*.

IT IS FURTHER ORDERED that withdrawal or representation must be made in compliance with A.A.C. R14-3-104(E) and Rule 1.16 of the Rules of Professional Conduct (under Rule 42 of the Rules of the Arizona Supreme Court). Representation before the Commission includes appearances at all hearings and procedural conferences, as well as all Open Meetings for which the matter is scheduled for discussion, unless counsel has previously been granted permission to withdraw by the Administrative Law Judge or the Commission.

23

16

17

18

19

20

21

22

24 ...

25 ...

26 ...

27 . . .

28

1	IT IS FURTHER ORDERED that the Presiding Administrative Law Judge may rescind, alter,
2	amend, or waive any portion of this Procedural Order either by subsequent Procedural Order or by
3	ruling at hearing.
4	DATED this day of May, 2011.
.5	
6	Man M
7	MARC E. STERN ADMINISTRATIVE LAW JUDGE
8	ADMINISTRATIVE LAW JODGE
9	
10	Copies of the foregoing mailed/delivered this day of May, 2011 to:
11	Jason Mendoza
12	2700 North Hayden Road, Unit 3054N Scottsdale, AZ 85257
13	Jerry Martin Tolle, Sr.
14	CASHFLOW INVESTMENT PROPERTIES, LLC
15	604 West Chilton Street Chandler, AZ 85225
16	Matt Neubert, Director
17	Securities Division ARIZONA CORPORATION COMMISSION
18	1300 West Washington Street Phoenix, AZ 85007
19	ARIZONA REPORTING SERVICE, INC.
20	2200 North Central Avenue, Suite 502 Phoenix, AZ 85004-1481
21	\mathcal{L}
2223	By: Debbi Person
23 24	Assistant to Marc E. Stern
2425	
26	
4 U	N .